

TENNESSEE HOUSING DEVELOPMENT AGENCY
OTHER SUPPLEMENTARY INFORMATION
SUPPLEMENTARY STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
FOR THE YEARS ENDED JUNE 30, 1999, AND JUNE 30, 1998
(Expressed in Thousands)

	1999					1998				
	Operating Group	Mortgage Finance Program	Home-ownership Program Bonds	Single Family Mortgage Notes	Totals	Operating Group	Mortgage Finance Program	Home-ownership Program Bonds	Single Family Mortgage Notes	Totals
<u>OPERATING REVENUES</u>										
Mortgage interest income	\$ 199	\$ 31,632	\$ 57,475	\$ -	\$ 89,306	\$ 239	\$ 34,111	\$ 60,861	\$ -	\$ 95,211
Investment income:										
Interest	3,866	11,794	18,603	1	34,264	5,743	11,296	28,993	1,324	47,356
Net increase (decrease) in the fair value of investments	(1,064)	(4,404)	(2,833)	1,653	(6,648)	1,357	3,657	14,913	-	19,927
Fees and other income	843	138	-	-	981	791	133	2	-	926
Total operating revenues	<u>3,844</u>	<u>39,160</u>	<u>73,245</u>	<u>1,654</u>	<u>117,903</u>	<u>8,130</u>	<u>49,197</u>	<u>104,769</u>	<u>1,324</u>	<u>163,420</u>
<u>OPERATING EXPENSES</u>										
Salaries and benefits	2,988	-	-	-	2,988	3,030	-	-	-	3,030
Contractual services	536	-	-	-	536	666	-	-	-	666
Materials and supplies	80	-	-	-	80	72	-	-	-	72
Rentals and insurance	227	-	-	-	227	298	-	-	-	298
Other administrative expenses	34	-	-	-	34	121	-	-	-	121
Other program expenses	-	268	364	1	633	14	245	152	-	411
Interest expense	-	33,792	64,412	1,715	99,919	-	35,549	69,266	1,190	106,005
Mortgage service fees	3	1,437	2,774	-	4,214	4	1,571	2,816	-	4,391
Issuance costs	-	39	134	35	208	-	41	234	68	343
Depreciation	74	-	-	-	74	66	-	-	-	66
Total operating expenses	<u>3,942</u>	<u>35,536</u>	<u>67,684</u>	<u>1,751</u>	<u>108,913</u>	<u>4,271</u>	<u>37,406</u>	<u>72,468</u>	<u>1,258</u>	<u>115,403</u>
Operating income (loss)	<u>(98)</u>	<u>3,624</u>	<u>5,561</u>	<u>(97)</u>	<u>8,990</u>	<u>3,859</u>	<u>11,791</u>	<u>32,301</u>	<u>66</u>	<u>48,017</u>
<u>NONOPERATING REVENUES (EXPENSES)</u>										
Federal grants revenue	39,208	-	-	-	39,208	42,728	-	-	-	42,728
Interdepartmental tax revenue	18,585	-	-	-	18,585	16,277	-	-	-	16,277
Federal grants expenses	(39,208)	-	-	-	(39,208)	(42,728)	-	-	-	(42,728)
Local grants expenses	(7,585)	-	(4,013)	-	(11,598)	(7,615)	-	-	-	(7,615)
Total nonoperating revenues (expenses)	<u>11,000</u>	<u>-</u>	<u>(4,013)</u>	<u>-</u>	<u>6,987</u>	<u>8,662</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,662</u>
Income (loss) before transfer and extraordinary loss	<u>10,902</u>	<u>3,624</u>	<u>1,548</u>	<u>(97)</u>	<u>15,977</u>	<u>12,521</u>	<u>11,791</u>	<u>32,301</u>	<u>66</u>	<u>56,679</u>
Transfer (to) from other funds	191	19,442	(19,666)	33	-	200	(268)	-	68	-
Operating transfer to primary government	-	-	-	-	-	(43,000)	-	-	-	(43,000)
Income (loss) before extraordinary loss	<u>11,093</u>	<u>23,066</u>	<u>(18,118)</u>	<u>(64)</u>	<u>15,977</u>	<u>(30,279)</u>	<u>11,523</u>	<u>32,301</u>	<u>134</u>	<u>13,679</u>
Extraordinary loss on early retirement of debt	-	(39)	(656)	-	(695)	-	(4)	(115)	-	(119)
Net income (loss)	<u>11,093</u>	<u>23,027</u>	<u>(18,774)</u>	<u>(64)</u>	<u>15,282</u>	<u>(30,279)</u>	<u>11,519</u>	<u>32,186</u>	<u>134</u>	<u>13,560</u>
Retained earnings, July 1	55,516	74,406	181,357	134	311,413	85,467	63,034	131,235	-	279,736
Cumulative effect of a change in accounting principle	-	-	-	-	-	328	(147)	17,936	-	18,117
Retained earnings, July 1, as restated	<u>55,516</u>	<u>74,406</u>	<u>181,357</u>	<u>134</u>	<u>311,413</u>	<u>85,795</u>	<u>62,887</u>	<u>149,171</u>	<u>-</u>	<u>297,853</u>
Retained earnings, June 30	<u>\$ 66,609</u>	<u>\$ 97,433</u>	<u>\$ 162,583</u>	<u>\$ 70</u>	<u>\$ 326,695</u>	<u>\$ 55,516</u>	<u>\$ 74,406</u>	<u>\$ 181,357</u>	<u>\$ 134</u>	<u>\$ 311,413</u>